

State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

January 14, 2014

Bruce Mitchell Sawtooth Stone, LLC 103 West Center P.O. Box 49 Oakley, Idaho 83346-0049

Subject: Approval of Replacement Surety, Sawtooth Stone LLC. Sawtooth #1 Mine,

M/003/0067, Box Elder County, Utah.

Dear Mr. Mitchell:

On January 7, 2014, the Division of Oil, Gas and Mining received a request to replace the reclamation surety for the Sawtooth Stone #1 Mine, with a cash surety. A cashier's check for the appropriate amount was included. The Division hereby approves the surety replacement (letter of credit with Zion's Bank with a cash surety). The Division is sending a letter to Zion's Bank to release letter of credit # 1. You have been copied on that letter.

At this time, the Division asks that you sign the attached modification to the reclamation contract, which identifies the surety replacement. Also, please fill out the attached fact sheet. Please return the signed modification and fact sheet to the Division, attention Penny Berry.

Should you have any questions regarding this letter, please don't hesitate to call me at 801-538-5261 or Lynn Kunzler at 801-538-5310.

Sincerely,

Paul B. Baker

Minerals Program Manager

PBB:Lk:pb

Attachments: Modification to Reclamation Contract and Fact Sheet

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